# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## FISCAL NOTE

# SB 1595 - HB 2005

March 10, 2009

**SUMMARY OF BILL:** Creates the Freedom in Contracting Act, which prohibits governments from imposing labor and wage requirements on bidders who desire to provide products or services that are state-funded. The legislation applies to contracts entered into on or after July 1, 2009.

#### **ESTIMATED FISCAL IMPACT:**

#### Decrease Local Expenditures - Not Significant

### Assumptions:

- According to the Department of General Services, state contracts do not impose labor or wage requirements. This legislation will not have a fiscal impact to state government.
- Few if any local governments impose labor or wage requirements. Any decrease in local expenditures due to lower labor costs in contracts is estimated to be not significant.

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/kmc